- 1 -<u>OUTSIDE ISLAND FIELD</u> 07-271

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **APRIL 3**, **2007**, upon the application of **MCMORAN OIL & GAS, LLC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the 13,400' Sand, Reservoir A, in the Outside Island Field, Vermilion Parish, Louisiana.

- 1. To establish rules and regulations and to create a single drilling and production unit for the exploration for and production of gas and condensate from the 13,400' Sand, Reservoir A.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To designate McMoRan Oil & Gas, LLC as operator of the proposed unit.
- 4. To designate the McMoRan Oil & Gas, LLC-Vermilion Parish School Board No. 1 Well as unit well for the proposed unit.
- 5. To provide that any future substitute and/or alternate unit wells drilled to the 13,400' Sand, Reservoir A, within or outside of the unit created herein, should be located in accordance with the spacing provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).
- 6. To provide that the Commissioner of Conservation should be authorized to reclassify the reservoir by supplemental order without the necessity of a public hearing, if the producing characteristics of the reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
- 7. To consider such other matters as may be pertinent.

The 13,400' Sand, Reservoir A, is hereby defined as being that gas and condensate bearing sand encountered between the depths of 14,399' and 14,673' (electrical log measurements) in the McMoRan Oil & Gas, LLC-Vermilion Parish School Board No. 1 ST-2 Well, in Section 16, Township 13 South, Range 1 East, Vermilion Parish, Louisiana.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Lafayette**, Louisiana. www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 2/21/07;2/26/07 L lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.